August 7, 2026

Consolidated Financial Results for the Three Months Ended June 30, 2026 (Under Japanese GAAP)

Company name: Kawai Musical Instruments Manufacturing Co., Ltd.
Listing: Tokyo Stock Exchange
Securities code: 7952
URL: https://www.kawai.co.jp/
Representative: Kentaro Kawai, President & Representative Director
Inquiries: Akihiro Iizuka, Executive Officer, General Manager of Corporate Strategy Department, Corporate Strategy Division
Telephone: +81-53-457-1227

Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	17,098	(3.9)	(256)	-	(141)	-	(116)	-
June 30, 2025	17,792	1.1	(500)	-	(268)	-	(169)	-

Note: Comprehensive income For the three months ended June 30, 2026: ¥75 million [-%]
For the three months ended June 30, 2025: ¥(1,282) million [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	(13.59)	-
June 30, 2025	(19.73)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	79,581	46,000	57.8
March 31, 2026	78,879	46,745	59.3

Reference: Equity
As of June 30, 2026: ¥46,000 million
As of March 31, 2026: ¥46,745 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	0.00	-	95.00	95.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		0.00		95.00	95.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2027	80,000	11.0	1,800	-	1,900	99.4	1,600	40.1	186.02

Note: Revisions to the earnings forecasts most recently announced: None

* **Notes**

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2026	9,011,560 shares
As of March 31, 2026	9,011,560 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2026	409,141 shares
As of March 31, 2026	409,141 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2026	8,602,419 shares
Three months ended June 30, 2025	8,599,419 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm:None

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors.

Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	10,758	10,025
Notes and accounts receivable - trade	13,037	11,449
Merchandise and finished goods	12,526	13,859
Work in process	2,373	2,539
Raw materials and supplies	5,644	5,709
Other	4,108	5,272
Allowance for doubtful accounts	(124)	(145)
Total current assets	48,324	48,709
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,223	4,211
Machinery, equipment and vehicles, net	1,898	2,045
Land	6,395	6,399
Other, net	5,051	5,548
Total property, plant and equipment	17,568	18,204
Intangible assets		
Goodwill	134	127
Other	489	483
Total intangible assets	624	610
Investments and other assets		
Investment securities	9,884	9,210
Deferred tax assets	808	1,139
Other	1,826	1,869
Allowance for doubtful accounts	(155)	(161)
Total investments and other assets	12,362	12,057
Total non-current assets	30,555	30,872
Total assets	78,879	79,581

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,280	6,289
Short-term borrowings	7,625	8,142
Income taxes payable	546	348
Provision for bonuses	812	322
Provision for product warranties	153	155
Other	5,798	6,559
Total current liabilities	20,215	21,818
Non-current liabilities		
Long-term borrowings	3,684	3,387
Provision for environmental measures	4	4
Provision for share-based payments	39	42
Retirement benefit liability	6,548	6,700
Asset retirement obligations	587	589
Other	1,053	1,037
Total non-current liabilities	11,918	11,762
Total liabilities	32,134	33,581
Net assets		
Shareholders' equity		
Share capital	7,122	7,122
Capital surplus	1,294	1,294
Retained earnings	29,877	28,939
Treasury shares	(967)	(967)
Total shareholders' equity	37,326	36,388
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,487	2,222
Foreign currency translation adjustment	6,378	6,844
Remeasurements of defined benefit plans	553	543
Total accumulated other comprehensive income	9,419	9,611
Total net assets	46,745	46,000
Total liabilities and net assets	78,879	79,581

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	17,792	17,098
Cost of sales	13,729	12,332
Gross profit	4,063	4,766
Selling, general and administrative expenses	4,563	5,022
Operating loss	(500)	(256)
Non-operating income		
Interest income	38	22
Dividend income	62	74
Rental income from non-current assets	20	16
Foreign exchange gains	208	116
Other	7	19
Total non-operating income	337	249
Non-operating expenses		
Interest expenses	35	45
Donations	16	67
Litigation expenses	21	-
Other	31	21
Total non-operating expenses	105	134
Ordinary loss	(268)	(141)
Extraordinary income		
Gain on sale of non-current assets	-	0
Gain on sale of investment securities	-	180
Compensation income	5	-
Total extraordinary income	5	180
Extraordinary losses		
Loss on retirement of non-current assets	1	8
Loss on sale of non-current assets	5	-
Total extraordinary losses	7	8
Profit (loss) before income taxes	(269)	30
Income taxes	(100)	147
Loss	(169)	(116)
Loss attributable to owners of parent	(169)	(116)

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Loss	(169)	(116)
Other comprehensive income		
Valuation difference on available-for-sale securities	(69)	(264)
Foreign currency translation adjustment	(1,031)	466
Remeasurements of defined benefit plans, net of tax	(11)	(9)
Total other comprehensive income	(1,112)	192
Comprehensive income	(1,282)	75
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,282)	75